GOVERNMENT OF INDIA
STEEL
LOK SABHA

STARRED QUESTION NO:277
ANSWERED ON:05.12.2016
MIP Scheme for Steel Industry
Dhruvanarayana Shri Rangaswamy;Shekhawat Shri Gajendra Singh

Will the Minister of STEEL be pleased to state:

(a) whether the implementation of Minimum Import Price (MIP) scheme has been helpful in increasing the viability and profitability of the domestic steel industry and if so, the details thereof along with the extent to which it has helped the domestic steel industry;

(b) whether the Government proposes to continue with the MIP scheme using it as a temporary measure to help the industry recover its outstanding loans and if so, the details thereof;

(c) whether MIP scheme has received any backlash and if so, the details thereof along with the corrective steps taken by the Government in this regard; and

(d) whether the Government has imposed/proposes to impose anti-dumping duty on countries indulging in dumping cheap steel in the country including China and if so, the details thereof?

Answer

THE MINISTER OF STEEL (SHRI CHAUDHARY BIRENDER SINGH)

(a)to(d): A Statement is laid on the Table of the Lok Sabha.

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STATEMENT REFERRED TO IN REPLY TO PARTS (A) TO (D) OF THE LOK SABHA STARRED QUESTION NO. *277 FOR ANSWER ON 05/12/2016 TABLED BY SHRI R. DHRUVA NARAYANA AND SHRI GAJENDRA SINGH SHEKHAWAT, MEMBERS OF PARLIAMENT REGARDING "MIP SCHEME FOR STEEL INDUSTRY"

(a)&(b): Minimum Import Price (MIP) is a temporary measure to provide protection to domestic steel industry from predatory pricing of steel imports. Prices of steel goods after notification of MIP on 5th February, 2016 has shown favourable trend to domestic steel industry as mentioned below.

(Rs./Tonne)

Prices as on	TMT Bars	HR Coils	CR Coils
Prior MIP implementation			
1st Feb. 2016	31674	30756	34213
Post MIP implementation			
15th Feb. 2016	33673	33513	36750
1st Aug. 2016	29723	35030	38063
15th Aug. 2016	29478	35122	38987
1st Oct. 2016	32506	39572	41475
15th Oct. 2016	32447	37538	43313
1st Nov. 2016	32624	37938	41475

(Source: Joint Plant Committee)

(c) Some objections were received from some user industries and government has considered the same while imposing MIP.

(d) Government has imposed preliminary anti-dumping duty on a number of steel products from other countries for a period of six months as per the following notifications:

a) Notification No.44/2016-Customs (ADD) dated 8th August, 2016 imposing anti-dumping duty on Hot-rolled flat products of alloy or non-alloy steel falling under headings 7208, 7211, 7225 or 7226 originating in, or exported from People's Republic of China, Japan, Korea RP, Russia, Brazil and Indonesia.

b) Notification No.45/2016-Customs (ADD) dated 17th August, 2016 imposing anti-dumping duty on Cold-Rolled flat products of alloy or non-alloy steel falling under headings 7209, 7211, 7225 and 7226 originating in, or exported from People's Republic of China, Japan, Korea RP and Ukraine.

c) Notification No.51/2016-Customs (ADD) dated 2nd November, 2016 imposing anti-dumping duty on Wire Rod of Alloy or Non-Alloy Steel falling under headings 7213 and 7227 originating in, or exported from China.

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